

Operations

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	FY 2005 Gov Rec
BY FUND CATEGORY					
General	0	0	242,891,300	256,162,800	237,553,500
Dedicated	0	0	41,700,000	27,750,000	21,827,200
Federal	0	0	5,180,000	5,314,600	5,314,600
Total:	0	0	289,771,300	289,227,400	264,695,300
Percent Change:				(0.2%)	(8.7%)
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	289,771,300	289,227,400	264,695,300

Division Description

Provide state and federal funding in support of the operations of Idaho's 114 school districts, grades K-12.

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2004 Original Appropriation	0.00	242,891,300	289,771,300	0.00	242,891,300	289,771,300
Non-Cognizable Funds and Transfers	0.00	0	(12,316,500)	0.00	0	(12,316,500)
FY 2004 Estimated Expenditures	0.00	242,891,300	277,454,800	0.00	242,891,300	277,454,800
Removal of One-Time Expenditures	0.00	(12,168,700)	(12,269,700)	0.00	(12,168,700)	(12,269,700)
Base Adjustments	0.00	0	12,316,500	0.00	0	12,316,500
FY 2005 Base	0.00	230,722,600	277,501,600	0.00	230,722,600	277,501,600
Personnel Cost Rollups	0.00	729,500	729,500	0.00	729,500	729,500
Inflationary Adjustments	0.00	549,000	549,000	0.00	0	0
Nonstandard Adjustments	0.00	5,540,000	4,390,100	0.00	4,793,400	(2,279,300)
Change in Employee Compensation	0.00	1,057,200	1,057,200	0.00	1,308,000	1,308,000
Fund Shifts	0.00	12,564,500	0	0.00	0	(12,564,500)
FY 2005 Program Maintenance	0.00	251,162,800	284,227,400	0.00	237,553,500	264,695,300
1. Technology	0.00	5,000,000	5,000,000	0.00	0	0
FY 2005 Total	0.00	256,162,800	289,227,400	0.00	237,553,500	264,695,300
Change from Original Appropriation	0.00	13,271,500	(543,900)	0.00	(5,337,800)	(25,076,000)
% Change from Original Appropriation		5.5%	(0.2%)		(2.2%)	(8.7%)

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	0.00	242,891,300	41,700,000	5,180,000	289,771,300

Non-Cognizable Funds and Transfers

Reflects a reduction in endowment funds from appropriated levels. It was projected at the time of the budget request that the Public School endowment would not generate sufficient revenues to meet distribution levels set for FY 2004 by the State Land Board, and subsequently appropriated by the Legislature.

Agency Request	0.00	0	(12,316,500)	0	(12,316,500)
Governor's Recommendation	0.00	0	(12,316,500)	0	(12,316,500)

FY 2004 Estimated Expenditures					
Agency Request	0.00	242,891,300	29,383,500	5,180,000	277,454,800
Governor's Recommendation	0.00	242,891,300	29,383,500	5,180,000	277,454,800

Removal of One-Time Expenditures

Removes funding provided for one-time items.

Agency Request	0.00	(12,168,700)	0	(101,000)	(12,269,700)
Governor's Recommendation	0.00	(12,168,700)	0	(101,000)	(12,269,700)

Base Adjustments

Returns funds lost in the projected endowment shortfall to the base, subject to later adjustments in the "program maintenance" area.

Agency Request	0.00	0	12,316,500	0	12,316,500
Governor's Recommendation	0.00	0	12,316,500	0	12,316,500

FY 2005 Base					
Agency Request	0.00	230,722,600	41,700,000	5,079,000	277,501,600
Governor's Recommendation	0.00	230,722,600	41,700,000	5,079,000	277,501,600

Personnel Cost Rollups

Reflects added cost of PERSI rate increase for state-funded classified positions (\$562,500) and an increase in unemployment insurance costs (\$167,000).

Agency Request	0.00	729,500	0	0	729,500
Governor's Recommendation	0.00	729,500	0	0	729,500

Inflationary Adjustments

Includes a general inflationary increase of 1.9% in state discretionary funds.

Agency Request	0.00	549,000	0	0	549,000
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Nonstandard Adjustments

Nonstandard Adjustments include the cost of a projected increase of 200 support units (\$1,655,000), an increase in federal funds spending authority (\$235,600), an increase in property tax replacement costs to the \$75 million cap (\$1,977,300), increased state-funded pupil transportation costs (\$1,907,700), and the portion of a projected reduction in endowment funds that is not being requested for a fund shift (-\$1,385,500).

Agency Request	0.00	5,540,000	(1,385,500)	235,600	4,390,100
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The Governor recommends a smaller increase of \$1,161,100 for pupil transportation. The recommendation also reflects a greater decline of \$7,308,300 in endowment fund revenues. This greater decline is a result of a pending decision that the Land Board may make to change the distribution rule for endowments from 7.5% of the three-year moving average value of the fund, to 4% of the three-year moving average.

Governor's Recommendation	0.00	4,793,400	(7,308,300)	235,600	(2,279,300)
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for state-funded classified positions.					
Agency Request	0.00	1,057,200	0	0	1,057,200
<i>Provide for an increase in classified base salary apportionment and benefit apportionment.</i>					
Governor's Recommendation	0.00	1,308,000	0	0	1,308,000
Fund Shifts					
Requests that the state General Fund make up for most of the projected reduction in endowment fund revenues.					
Agency Request	0.00	12,564,500	(12,564,500)	0	0
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	(12,564,500)	0	(12,564,500)
FY 2005 Program Maintenance					
Agency Request	0.00	251,162,800	27,750,000	5,314,600	284,227,400
Governor's Recommendation	0.00	237,553,500	21,827,200	5,314,600	264,695,300
1. Technology					
This enhancement requests the continuation of the \$5 million for the Public School Technology Grant Program, which, when combined with the \$3.4 million of base support, would maintain the \$8.4 million level which has been provided since FY 2003. Under the direction of the Idaho Council for Technology in Learning, the technology grant program distributes \$20,000 to most districts, with a lesser amount to smaller districts, plus \$35 per student. Although many classrooms have been helped by these funds over the last nine years, the need to upgrade classroom equipment and train teachers in the effective use of these resources continues, due to changing technology and teacher attrition.					
Agency Request	0.00	5,000,000	0	0	5,000,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Total					
Agency Request	0.00	256,162,800	27,750,000	5,314,600	289,227,400
Governor's Recommendation	0.00	237,553,500	21,827,200	5,314,600	264,695,300
Agency Request					
Change from Original App	0.00	13,271,500	(13,950,000)	134,600	(543,900)
% Change from Original App		5.5%	(33.5%)	2.6%	(0.2%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	(5,337,800)	(19,872,800)	134,600	(25,076,000)
% Change from Original App		(2.2%)	(47.7%)	2.6%	(8.7%)